

MINUTES OF MEETING  
OF THE  
BOARD OF DIRECTORS

MARCH 15, 2019

THE STATE OF TEXAS §  
COUNTY OF FORT BEND §  
FORT BEND COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 3 §

The Board of Directors (the "Board") of Fort Bend County Water Control and Improvement District No. 3 (the "District") noticed a regular session, open to the public, to be held on Friday, March 15, 2019, at 11:30 a.m., at 503 FM 359, Suite 118, Richmond, Texas, a designated meeting place outside the boundaries of the District. Whereupon, at 11:30 a.m., the meeting was called to order and the roll was called of the members of the Board, to-wit:

Ann Heil	-	President
Gloria Couch	-	Vice President
Chayo Huff	-	Secretary
Richard Wasser	-	Assistant Secretary
Scott Douthitt	-	Assistant Secretary

All members of the Board were present, except Director Douthitt, thus constituting a quorum.

Also present at the meeting were Greg Dubiel of Municipal Operations and Consulting, Inc. ("MOC"), Operator for the District; Trey Schneider of PBK Engineers ("PBK"), Engineers for the District; Christina Cole of Myrtle Cruz, Inc. ("MCI"), Bookkeepers for the District; Lina Loaiza of Bob Leared Interests, Tax Assessor/Collector for the District; Tania Murphree of Linebarger Groggan Blair & Sampson, LLP ("Linebarger"), Delinquent Tax Attorneys for the District; Joshua J. Kahn of Sanford Kuhl Hagan Kugle Parker Kahn LLP ("SK Law"), Attorney for the District; and Members of the Public listed on the attached Attendance Sheet.

HEAR FROM PUBLIC

The Board recognized Mr. Byers, who addressed the Board regarding HB 4011, noting that it was recently filed in the Texas Legislature to create the Jones Creek Flood Control and

Improvement District ("JCFID"). Mr. Byers also discussed a grant application that was recently submitted to FEMA in the amount of \$44,000,000, noting that 25% must come from local sources, such as the JCFID, if created under HB 4011.

The Board recognized Ms. Daniels, who addressed the Board about a pending tax lawsuit against the property at 2710 Peach Point.

The Board recognized Ms. Murphree, who updated the Board on the status of the tax lawsuit.

The Board noted that the District will let the lawsuit proceed for the next 30 days without seeking any other remedies.

#### MINUTES FOR THE FEBRUARY 15, 2019, MEETING

The proposed minutes of the meeting of the Board held February 15, 2019, previously distributed to the Board, were presented for consideration and approval.

Upon motion by Director Couch, seconded by Director Huff, and after full discussion, the Board voted unanimously to approve the minutes for the meeting held on February 15, 2019, as submitted.

#### TAX ASSESSOR/COLLECTOR'S REPORT

The Board recognized Ms. Loiza, who reviewed with the Board the Tax Assessor/Collector Report for the month of February 2019, a copy of which is attached hereto.

Upon motion by Director Huff, seconded by Director Wasser, and after full discussion, the Board voted unanimously (1) to approve the Tax Assessor/Collector Report, and (2) to authorize payment of the tax checks listed therein.

#### BOOKKEEPER'S REPORT

The Board recognized Ms. Cole, who submitted to and reviewed with the Board the Bookkeeper's Report and certain invoices for payment by the District.

Upon motion by Director Wasser, seconded by Director Couch, and after full discussion, the Board voted unanimously to (1) approve the Bookkeeper's Report; and (2) authorize payment of the checks listed therein.

#### OPERATOR'S REPORT

The Board recognized Mr. Dubiel who presented the Operator's Report for the month of February 2019, a copy of which is attached. Mr. Dubiel noted that there are two accounts for termination pending Board approval.

Upon motion by Director Huff, seconded by Director Wasser, and after full discussion, the Board voted unanimously to approve the Operator's Report and termination of the two listed accounts.

#### ENGINEER'S REPORT

The Board recognized Mr. Schneider, who submitted to and reviewed with the Board the Engineer's Report and updated the Board on the status of the following:

- Lake 6 Dam-Spillway repair, noting that the projected cost estimate will be approximately \$90,000, and he is waiting to hear back from FEMA;
- Water Well #1 and Water Plant No. 1 are operational;
- Water Plants Chloramine conversion, noting that the Engineer is still waiting on TCEQ approval;
- Reclaimed water from Pecan Grove MUD, noting there is nothing new to report;
- Ground storage tank repairs at Water Plant No. 2, noting that there have been no changes and that they will wait to inspect until after the chloramine conversion is complete.

Upon motion by Director Huff, seconded by Director Couch, and after full discussion, the Board voted unanimously to approve the Engineer's Report.

WEBSITE REPORT

Mr. Kahn reviewed with the Board the website report for the period February 1 – February 28, 2019.

The Board noted that no action was necessary in connection with the website report.

ATTORNEY'S REPORT

Amended and Restated Code of Ethics

The Board recognized Mr. Kahn, who presented to and reviewed with the Board an Order Adopting Code of Ethics, Establishing Policies Relating to Travel Expenditures, Fees of Office, Professional Services, Financial Accounting, Annual Operating Budget, Audit Committee, and Meeting Conduct, noting that this Order consolidates into one document various policies and procedures previously adopted by the Board.

Upon motion by Director Wasser, seconded by Walenta Huff, and after full discussion, the Board voted unanimously to approve the Order Adopting Code of Ethics, Establishing Policies Relating to Travel Expenditures, Fees of Office, Professional Services, Financial Accounting, Annual Operating Budget, Audit Committee, and Meeting Conduct.

Additional Meeting Places

The Board took no action on this item.

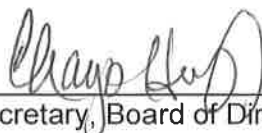
COMMENTS FROM BOARD MEMBERS

Further discussion was had between and among the Directors regarding HB 4011.

There being no further business to come before the Board, upon motion made, seconded, and approved unanimously, the meeting was adjourned.

PASSED, APPROVED AND ADOPTED, this 19th day of April, 2019.



  
Secretary, Board of Directors